

DECISION MEMORANDUM

TO: COMMISSIONER KJELLANDER
COMMISSIONER RAPER
COMMISSION ANDERSON
COMMISSION SECRETARY
LEGAL
WORKING FILE

FROM: CHRIS HECHT
RICK KELLER

DATE: AUGUST 12, 2016

RE: CASE NO. CAP-W-16-01
COMPLIANCE FILING – SCHEDULE 3/PPCA

On June 14, 2016, Capitol Water Corporation filed an application to increase the Purchased Power Cost Adjustment (PPCA) portion of its Schedule 3, Other Recurring and Non-Recurring Charges, from 4.25% to 4.54%. Staff determined that the Company's energy usage had declined and recommended adjusting the base energy usage used in the calculation of the PPCA from the Company's average usage for 2005-2008 as established in CAP-W-09-01, Order No. 30881, to the Company's actual usage for the period from July 1, 2015 to June 30, 2016. Using the July 2015 to June 2016 usage, the PPCA rate would decrease from 4.25% to 2.8%. Staff also recommended that Schedule 3 be revised to more clearly describe the purpose of the PPCA and how it is calculated.


In Order No. 33565, the Commission approved a decrease in the PPCA from 4.54 % to 2.8% to be effective on August 15, 2016, and ordered the Company to work with Commission Staff to revise Schedule 3. The Company worked with Staff as directed and submitted its revised tariff on August 11, 2016.

STAFF RECOMMENDATION

Staff has reviewed the filing and confirms that Schedule 3, Other Recurring and Non-Recurring Charges, complies with Commission Order No. 33565. Staff recommends approval of the tariff.

COMMISSION DECISION

Does the Commission wish to approve the revised Schedule 3 as submitted on August 11, 2016, with an effective date of August 15, 2016?


Chris Hecht

Udmemos/CAP-W-16-01 Compliance Filing dec memo

Tariff No. I.P.U.C. No. Canceling Name of Utility CAPITOL WATER CORPORATION	Page	IDAHO PUBLIC UTILITIES COMMISSION Approved Effective Aug 12, 2016 Aug 15, 2016 Per O.N. 33565 Jean D. Jewell Secretary
SCHEDULE NO. 3 OTHER RECURRING AND NON-RECURRING CHARGES		(Approval Stamp)
<u>RECURRING CHARGES</u> Applicable: To all customer bills Purchased Power Cost Adjustment: (PPCA) Beginning August 15, 2016 all customer bills will be increased by 2.8%. The purpose of the PPCA is to allow the company to adjust its rates when its power supply costs increase or decrease. The PPCA is expressed as a percentage, which only applies to the monthly charges for service as listed in schedule Nos. 1, 2 and 4. It does not apply to the total bill amount, which includes other charges such as the DEQ fee and the City of Boise franchise fee shown below. City of Boise Franchise Fee: All customer bills will be increased by 3% for payment of Franchise Fees assessed by the City of Boise. Department of Environmental Quality Fee: All customer bills will be increased by \$0.34 to collect the assessment required by the Idaho Department of Environmental Quality.		
<u>NON-RECURRING CHARGES</u> Applicable: To all customer bills Reconnection Charges: A reconnection charge will be assessed to any customer who has been voluntarily or involuntarily disconnected in compliance with the Idaho Public Utilities Commission's Utility Customer Relations Rules (UCRR). Charges do not apply to customers who have been involuntarily disconnected for the convenience of the Company.		
Reconnection Charge		\$20.00
The following "Customer Requested Service Calls" charges also apply.		
Customer Requested Service Calls: During Normal Business Hours		\$0.00
Other Than Normal Business Hours		\$20.00
Service call charges will be waived if the service call resulted in repair to Company's equipment through no fault of the customer.		
Normal Business Hours are 8:00 AM to 5:00 PM Monday through Friday excluding Legal Holidays recognized by Idaho State Government Offices		
Returned Check Charge: in the event a customer's check is returned by the Company's bank for any reason, the Company will charge the customer's account a reprocessing fee of		\$15.00
Meter Testing Fee: Not Currently in Use.		
Issued August 11, 2016		Effective August 15, 2016

By



Title

President